

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF VALLEY)	CASE NO. 9689-A
GAS, INC.)	

AMENDED ORDER

On July 21, 1987, the Commission issued its Order in Case No. 9689 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received. The Appendix to that Order included an increase of 4 cents per Mcf to cover liability insurance. This 4 cents was mistakenly excluded from the rates approved by the Commission in its Order in Case No. 9689-A.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Valley Gas, Inc.'s, ("Valley") rates approved in the Commission's Order of August 10, 1987, should be revised to reflect the 4 cents per Mcf increase to cover the cost of liability insurance as approved on July 21, 1987.

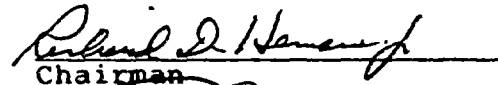
IT IS THEREFORE ORDERED that:

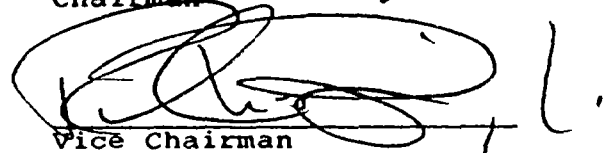
(1) The rates in the Appendix to this Order be and they hereby are authorized effective with the gas supplied on and after August 22, 1987, in place of the rates previously authorized in this case.

(2) Within 30 days of the date of this Order Valley shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 21st day of August, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 9689-A DATED 8/21/87

The following rates and charges are prescribed for the customers in the area served by Valley Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

Rates:

All Mcf	\$3.8735 per Mcf
Customer Charge	\$3.00 Per Month

The base rate for the future application of the purchased gas adjustment clause of Valley Gas, Inc., shall be

Commodity

Texas Gas Transmission Corp.	\$3.0822 per Mcf
------------------------------	------------------